Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 075331 ORIGIN EA-12

INFO OCT-01 ISO-00 TRSE-00 EB-08 AID-05 /026 R

DRAFTED BY EA/TIMBS:DLFIELDJR:LGR APPROVED BY EA/TIMBS - ROBERT E. FRITTS IBRD - MEGONZALEZ (SUBST) EB/ISM - MZINOMAN (SUBST) TREASURY - CCROSSWHITE (SUBST)

-----111070 240238Z /42

R 231955Z MAR 78 FM SECSTATE WASHDC TO AMEMBASSY KUALA LUMPUR

LIMITED OFFICIAL USE STATE 075331

E.O. 11652: NA

TAGS: EFIN, EPHP, UNCTAD, MY

SUBJECT: IBRD LOAN TO MALAYSIA AND OTHER PENDING REQUESTS

REF: A. KUALA LUMPUR 1713; B. KUALA LUMPUR 1908; C. KUALA LUMPUR 1906; D. KUALA LUMPUR 239.

1. STATEMENT MADE BY IBRD U.S. EXECUTIVE DIRECTOR ON MALAYSIAN LOAN WAS AS FOLLOWS:

QUOTE: MR. CHAIRMAN, IN VIEW OF THE PROVISIONS OF EXISTING U.S. LEGISLATION REGARDING THE POSITION I SHOULD TAKE ON LOANS AFFECTING THE PRODUCTION OF A FEW SPECIFIC COMMODITIES, I WISH TO BE RECORDED AS HAVING OPPOSED THIS PROJECT. END QUOTE.

2. IBRD EXECUTIVE DIRECTOR REPRESENTING MALAYSIA REPLIED AS FOLLOWS:

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 075331

QUOTE: IN HELPING MALAYSIA I THINK THIS PROJECT IS VERY WELL DESIGNED. I UNDERSTAND THE OBJECTION OF THE U.S. QUITE WELL. AS MENTIONED, THIS IS DONE ACCORDING TO LEGAL PROVISIONS AIMING AT THE PROTECTION OF DOMESTIC INTERESTS IN THE UNITED STATES. BUT I DO NOT BELIEVE THIS KIND OF POLICY IS A WISE ONE IF ONE THINKS ABOUT THE GOOD UNDER-

STANDING AMONG NATIONS WHICH IS SO BADLY NEEDED IN OUR PRESENT WORLD, DISREGARDING THE FACT THAT THE KIND OF POLICY IS NEITHER APPROPRIATE NOR JUSTIFIED, IN THE CONTEXT OF WORLD BANK OPERATION AS A COOPERATIVE INSTITUTION. I HOPE THAT, WITHOUT INSTRUCTION FROM THE MALAYSIAN AUTHORITIES, THAT THE OBJECTION TO THE PROJECT WILL NOT MEET WITH STRONG REACTION FROM THEM. END QUOTE.

3. MATERIALS REQUESTED REFTELS B-D HAVE BEEN OBTAINED AND POUCHED TO EMBASSY. VANCE

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 jan 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: POLICIES, LOANS Control Number: n/a Copy: SINGLE Draft Date: 23 mar 1978 Decaption Date: 01 jan 1960 Decaption Note: Disposition Action: RELEASED

Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW

Disposition Date: 20 Mar 2014 Disposition Event:

Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978STATE075331
Document Source: CORD

Document Unique ID: 00 Drafter: DLFIELDJR:LGR Enclosure: n/a Executive Order: N/A

Errors: N/A **Expiration:**

Film Number: D780129-0641

Format: TEL From: STATE

Handling Restrictions: n/a

Image Path:

ISecure: 1 Legacy Key: link1978/newtext/t19780331/aaaaazrl.tel

Line Count: 72 Litigation Code IDs: Litigation Codes:

Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 361438be-c288-dd11-92da-001cc4696bcc
Office: ORIGIN EA

Original Classification: LIMITED OFFICIAL USE Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2
Previous Channel Indicators: n/a

Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 78 KUALA LUMPUR 1713, 78 KUALA LUMPUR 1908, 78 KUALA LUMPUR 1906, 78 KUALA LUMPUR 239

Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags:

Review Date: 03 may 2005 Review Event: Review Exemptions: n/a

Review Media Identifier: Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 3221491 Secure: OPEN Status: NATIVE

Subject: IBRD LOAN TO MALAYSIA AND OTHER PENDING REQUESTS TAGS: EFIN, MY, UNCTAD, IBRD To: KUALA LUMPUR

Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/361438be-c288-dd11-92da-001cc4696bcc

Review Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014

Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014